

SSA, Tamil Nadu

Statement indicating the position of IPAI's paras after EC's approval

Sl. No.	Reference to the IPAI's Report	Gist of Observations	Reply Furnished by SPD, TN	Further comments of GOI
1	5.5	Over pitched outlay and tardy implementation of programme	The Implementation in 2001-02 could not be taken up due to receipt of funds at fag end of March 2002. For 2002-03 the PAB has approved the outlay in September, 2002 and the actual implementation of the programme started in September/October 2002. The implementation period was thus only 6 months of that year. The actual receipt of fund from GOI and GOTN including the unspent balance of 2001-02 was Rs. 130.97cr. out of which an expenditure of Rs. 101.54cr. has been incurred which worked out to 80% of the funds available.	In view of reply and EC's approval, this para may be settled
2	5.6	Delay in flow of funds	Due to administrative reasons there were some delays in the release of funds in the initial years (viz.) 2003-04 and 2004-05 and the position has been improved in subsequent years.	In view of reply and EC's approval, this para may be settled
3	5.7(b)	Time lag between release and actual release	The position has been improved in subsequent years.	In view of reply and EC's approval, this para may be settled
4	5.7(c)	State Government have not released its share within 30 days	The delay in release of State share after GOI share was initially due to administrative exigencies. However in 2004-05, this was streamlined and the grant was released by Government of Tamilnadu on 17.06.04 against the grant released by Government of India on 17.05.04. In fact Government of Tamilnadu have released a sum of Rs. 52.93cr. in advance towards State share in anticipation of Release of funds from GOI on 03.11.04. For 2005-06, the State Government have released a sum of Rs. 64.75cr. in advance as against its matching share of Rs. 33.48cr. As on 31.03.06 there has no bag log of State share due. State Government have released Rs. 5000.00lakhs as advance in 2006-07 also in anticipation of release of GOI on 19.5.2006, while the first release of GOI is dated 14.06.06.	In view of reply and EC's approval, this para may be settled
5	5.7(d)	Release of State Share after a lapse of one year.	There are no such delays after the particular case and matching share is released by the State without any bag log in any of the year.	In view of reply and EC's approval, this may be settled
6	5.9	Belated approval of AWP&B for 2002-03 and related release of funds for State Government and Short release to districts during March 2003.	No activities have been taken in 2001-02. In 2002-03 forming the District Project Officers in all Districts (except DPEP I and DPEP II-7), getting the services of required staff from other offices, imparting training in the planning process, formation of VEC and familiarizing the process of grassroots level planning etc., resulted in submission of AWP&B in August 2002 instead of March 2002. Data Analysis and Data utilization for the preparation of plan, and discussion with Ed-CIL, have also contributed to the delay. The submission of AWP&B is usually synchronized with the schedule for convening of PAB that is communicated by GOI. Except for 2002 which was the first year, in the other years the submission has been to schedule.	In view of reply and EC's approval, this para may be settled

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			<p>2002-03 – September 02 2003-04 – May 04 2004-05 – April 05 2005-06 – March 06 2006-07 – April 06</p> <p>Release of funds were made on request from DPOs and based on utilization of funds by districts. Funds are now released to the districts then and there.</p>	
7	5.10	Number of releases to the District from HQs and to sub-districts by DPOs.	The releases to the districts was 941% of the receipt and the disbursement was based on the need and the level of utilization. In 2002-03. 80% of the actual receipts from GOI and GOTN with unspent balances of previous year was spent within a period of 6 months. In subsequent years funds received from GOI and GOTN are released from SPO to the districts and from the districts to the sub-districts then and there and to avoid delay in reach of funds at the districts transfer of funds from SPO is effected through e-transfer and in four districts transfer form District to sub district is also effected through e-transfer.	In view of reply and EC's approval, this para may be settled
8.	5.11	Number of releases and releases at the fag end of March did not serve the intended purpose and short releases for NPEGEL Programme.	As explained in the previous paragraph, the releases were based on request for funds from DPOs and the level of utilization of funds at districts. For 2003-04 only a sum of Rs. 77.33 lakhs was received form GOI and GOTN as against the approved outlay for Rs. 404.93cr. The release of funds are now made to the districts then and there on receipt of funds in each occasion from the GOI and GOTN. Interest accrued at all level are taken into account while arriving at the closing balance. The release against the AWP&B for the subsequent year is made only after adjusting the unspent balance with the SIS, which included interest also.	In view of reply and EC's approval, this para may be settled
9	5.13	Non-furnishing of Utilization certificate to GOI..	Utilization Certificates have been furnished up to 2004-2005. The audit of the Accounts by the Chartered Accountant are under progress and utilization certificate for the year 2005-06 from the districts are being collected and consolidated utilization certificates will be furnished along with the audited accounts.	In view of reply and EC's approval, this para may be settled
10	5.14	Non-furnishing of Utilization Certificate from Districts.	Utilization Certificates have been furnished up to 2004-05. The audit of the Accounts by the Chartered Accountant are under progress and utilization certificates for the year 2005-06 from the districts are being collected and consolidated utilization certificate will be furnished along with the audited accounts.	In view of reply and EC's approval, this para may be settled
11	5.15	Non-furnishing of Utilization Certificate from Sub-district to District.	Now the BRCs collects utilization certificate form the VECs and retained at BRC. A consolidated Utilization Certificate from each BRC is obtained by DPO and retained at DPO. The DPOs in turn furnish the U. C. along with the audited accounts to the SPO. The U.C. for the State will be submitted to the GOI along with the audited accounts.	In view of reply and EC's approval, this para may be settled
12	5.16	Quality of implementation of programme not monitored by the visit of supervision.	The Monitoring Institute engaged for purpose of monitoring of SSA activities in the State is looking into the quality aspects as a GOI nominee.	In view of reply and EC's approval, this para may be settled
13	6.2	Non-approval of	Due to paucity of Time to convene the EC meeting before forwarding the	In view of reply

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		AWP&B by EC before sending it to the Project Approval Board for its approval.	AWP&B for 2002-03 & 2003-04, the AWP&B of these years could not be presented to the EC for its approval. The EC has approved the AWP&B of these years subsequently without any reservations. The Plan for 2005-06 was approved by E.C. in March 2005 itself and only then submitted to PAB. The AWP&B for 2006-07 was approved in the E.C. meeting held on 28.03.2006 and the same was sent to GOI in Letter No. 497/B1/2006 dated 04.04.06.	and EC's approval, this para may be settled
14	6.3	Variations in the Expenditure reported to GOI	The Expenditure Statement was compiled based on the reports received from the districts. Accounts and Audit Managers with Commerce graduation and skill in Computer handling and experienced in Tally Software have been engaged in all District Project Offices and in the State Project Office and accounts are now maintained through Tally software and reporting correct expenditure.	In view of reply and EC's approval, this para may be settled
15	6.4	Nil expenditure in priority components viz. REM, IED & Innovation REM-Chengalpattu, Coimbatore, Erode, Thothukudi & Vellore Rs. 56.170 lakhs. IED 12 out of 29 districts – 120.98 lakhs Inno. – 19 out of 29 districts – 5.25 lakhs	<p>In contrary to the NIL/Less expenditure as per IPAI report the actual expenditure as per audit report in the districts pointed out are furnished below.</p> <p>REM Chennai and Erode -- Coimbatore 84828 Thoothukudi 1044430 Vellore 22019</p> <p>IED Coimbatore 474852 Thirunelveli 34075 Vellore 15335 Villupouram 121073</p> <p>The expenditure projected in another Audit slip issued by the IPAI is as follows:</p> <p>INNOVATION Coimbatore 12.601 Cuddalore 13.415 Dindigal 1.500 Erode 14.438 Kancheepuram 6.065 Karur 10.122 Madurai 0.020 Nagapattinam 4.000 Namakkal 0.991 Perambalur 9.724 Ramanathapuram 2.650 Sivagangai 2.200 Thanjavur 0.500 The Nilgiris 1.560 Theni 0.100 Thiruchirapalli 11.374 Thirunelveli 15.000 Thiruvarur 3.600 Thoothuidudi 0.450</p>	In view of reply and EC's approval, this para may be settled

Sl. No.	Reference to the IPAI's Report	Gist of Observations	Reply Furnished by SPD, TN	Further comments of GOI															
			<p>Vellore 2.250 Virudhunagar 9.374</p> <p>Due to teething problem at the initial take off period of SSA some districts could not achieve target fully.</p> <p>Now every action has been taken to utilize the grant for each and every activity so as to reach the benefits to the targeted children.</p>																
16	6.5	Less expenditure in TLE grant AIE, VEC training and Training of teachers and Nil expenditure in ECCE in Kanyakumari district.	<p>TLE grant was given to new primary schools and upgraded upper primary schools and opening of these schools was in July, August & September. Drawl of TLE grants was on the resolution on VEC. Due to the delay in the receipt of VEC resolution the allocation could not be fully released.</p> <p>The shortfall in expenditure under AIE, is due to enrolment of 2.55 lakhs children in 2003-04 out of 4.66 lakhs out of school children (2002-03) leaving 2.11 lakhs uncovered, since identification of all out of school children especially migrant, slum and street children etc. could not be made with the staff then available. Therefore, the allocation could not be incurred full.</p> <p>Due to non-finalization of tender the amount meant for ECCE in Kanyakumari district could not be spent. However such delays have been avoided in subsequent years to avail of the full benefit of the approved outlay.</p>	In view of reply and EC's approval, this para may be settled															
17	6.6	The expenditure was less than 50% of the allocation in respect of certain components in Villupuram district.	The IPAI has taken the total outlay of the districts for the year 2002-03 and 2003-04 and arrived at the percentage of expenditure. The total release made to the districts during 2002-03 and 2003-04 were Rs. 3500 lakhs and Rs. 1171.5 lakhs respectively and audited expenditure were Rs. 3040.92 lakhs and Rs. 1157.69 lakhs and the % of expenditure were 86.8% and 98.8%	In view of reply and EC's approval, this para may be settled															
		Huge unspent balance in indicative of excess projection in the annual plans compared to actual requirements.	Provision was made on estimate and there might be variations between estimate and actuals due to various reasons such as belated releases of funds, short releases of funds delayed approval of plan and delayed implementation of the scheme due care will be taken in projection of future plans.	In view of reply and EC's approval, this para may be settled															
18	6.7	Budgetary Control	<p>The Expenditure as per audited accounts are as follows:</p> <table border="1"> <thead> <tr> <th>Activity</th> <th>Approved Budget</th> <th>Expenditure (Audited)</th> </tr> </thead> <tbody> <tr> <td>IED</td> <td>270.684</td> <td>23.724</td> </tr> <tr> <td>BRC</td> <td>2452.80</td> <td>1982.84</td> </tr> <tr> <td>Training</td> <td>839.99</td> <td>230.041</td> </tr> <tr> <td>Innovation</td> <td>1305.00</td> <td>99.519</td> </tr> </tbody> </table> <p>There was no excess expenditure over the AWP&B in any of the activity. All interventions approved in the AWP&B is given equal importance.</p>	Activity	Approved Budget	Expenditure (Audited)	IED	270.684	23.724	BRC	2452.80	1982.84	Training	839.99	230.041	Innovation	1305.00	99.519	In future, approval of competent authority may be obtained for reappropriation In view of reply, this para may be settled
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19	7.5	Excess projection of teachers posts	As per the audited accounts of 2002-03, the expenditure incurred towards Salary of New Teachers is Rs. 856116.00 and that of TLE grant was Rs.	In view of reply and EC's															

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		and TLE grant in Villupuram district.	100000.00 towards 10 school opened and there is not excess drawal. Similarly the actual expenditure towards teachers salary in 2003-04 is Rs. 523500.00 only. Copy of the audited accounts for 2002-03 and 2003-04 are enclosed. (Annexure II & III) The funds were not drawn to the extent approved in AWP&B. Payment made to VECs towards TLE were for the schools actually opened and the unspent has not been carried out as spill over for the next year. 368 teachers post sanctioned was for the 184 schools have been opened and the expenditure incurred was also Rs. 8.56116.00 being the salary for 20 posts of teachers. The AWP&B for subsequent years were drawn according to the actual needs.	approval, this para may be settled																																		
20	7.8 to 7.1.3	Excess drawal of funds for existing teachers reimbursement of salary for BRC staff and number of existing teachers over and above the SSA norms.	<p>The achievement for 2003-04 as reported in the AWP&B for 2004-05 was as follows.</p> <table border="1"> <thead> <tr> <th rowspan="2"></th> <th colspan="2">PAB Approval</th> <th colspan="2">Achievement</th> <th colspan="2">Bal.</th> </tr> <tr> <th>Phy</th> <th>Fin</th> <th>Phy</th> <th>Fin</th> <th>Phy</th> <th>Fin</th> </tr> </thead> <tbody> <tr> <td>PTS</td> <td>2237</td> <td>1879.08</td> <td>1512</td> <td>1218.13</td> <td>725</td> <td>660.95</td> </tr> <tr> <td>UPTS</td> <td>2277</td> <td>1912.68</td> <td>1549</td> <td>955.67</td> <td>728</td> <td>957.01</td> </tr> <tr> <td>Total</td> <td>4514</td> <td>3791.76</td> <td>3061</td> <td>2173.80</td> <td>1453</td> <td>1617.96</td> </tr> </tbody> </table> <p>According to audited account for 2003-04 also, the actual expenditure on existing Teachers Salary of Primary School against the above was 1326.036 lakhs (1168.837+157.199) and on Upper Primary School was Rs. 882.77 lakhs (87.117+3.260) only. Therefore there is no drawl of funds towards the excess projected posts and consequently to be reimbursed form State Government.</p> <p>Unnecessary drawl of 12.20 crores towards the excess projection of 1453 teachers (725 for primary school and 728 for upper primary schools) is pointed out in the audit. In this connection a copy of the AWP&B approved for 2004-05 is enclosed (Annexure VII) wherein the achievement is projected as Rs. 1218.13 lakhs for 1512 primary teachers. The expenditure as per audited accounts teachers salary for primary schools was Rs. 468.029 lakhs (310.830+157.199) as against to AWP&B of Rs. 2377.48 (498.40+1879.08) lakhs and Rs. 241.08 lakhs against the AWP&B of Rs. 2762.48 (279.30+1912.68+570.50)lakhs for upper primary schools. Therefore, there was no excess drawl as commented in the audit.</p> <p>It is pointed out in the audit that scrutiny of the Annual Expenditure Report of the various districts for 2003-04 revealed that the expenditure exceeded the provisions. The details of expenditure as per the audited accounts is furnished below. It may be seen from the above that the actual expenditure as per the audited account is less than the amount eligible for the posts in position.</p>		PAB Approval		Achievement		Bal.		Phy	Fin	Phy	Fin	Phy	Fin	PTS	2237	1879.08	1512	1218.13	725	660.95	UPTS	2277	1912.68	1549	955.67	728	957.01	Total	4514	3791.76	3061	2173.80	1453	1617.96	<u>The reasons for excess projection of funds for salary of teachers may be intimated</u>
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S. No.	District	Primary/UP	No. of existing teachers	Amount Paid/Expenditure	Amount Eligible @ 0.84 lakhs	Actual Exp. as per audited accounts
1	Cuddalore	Primary	14	14.497	11.760	5.244
2	Dindigul	Upper	7	12.600	5.880	5.457

		Primary				
3	Kancheepuram	Primary	28	25.920	23.52	9.156
4	Karur	Primary	32	27.177	26.88	1.538
5	Madurai	Primary	38	42.000	31.92	4.600
6	Nagappattinam	Primary	18	22.423	15.12	0
7	Ramanathapuram	Primary	28	26.828	23.52	5.551
8	Sivagangai	Primary	30	29.602	25.20	10.780
9	Thanjavur	Primary	98	105.840	82.32	119.840
10	The Nilgiris	Primary	14	16.419	11.76	8.312
11	The Nilgiris	Upper Primary	32	29.005	26.88	3.560
12	Thirunelveli	Primary	14	16.419	11.76	2.401
13	Thiruvallur	Primary	74	68.857	62.16	13.994
14	Thruvallur	Upper Primary	52	49.157	43.68	0
15	Thoothukudi	Primary	20	19.183	16.80	5.923
16	Vellore	Primary	176	152.880	176.84	7.760
17	Vellore	Upper Primary	33	63.442	27.72	5.376
18	Villupuram	Primary	20	25.122	16.80	5.235

21	7.16	Levying interest on unspent balance with State Governments.	No remarks as this is a general issue decided by the MHRD GOI.	In view of reply and EC's approval, this para may be settled
22	7.17	Interest accrued on the deposit shall be taken into account and adjusted against the subsequent releases.	The interest accrued at all levels are brought as Income in the accounts and constitute unspent balance with SIS. The unspent balance with the SIS is taken into account in the first installment release against AWP&B.	In view of reply and EC's approval, this para may be settled
23	7.18 to 7.21	Shortfall in Teacher Training schedule and that in-service training may be given at one stretch instead of piecemeal. The short-term disruption could be managed by guest teachers. The unit cost for non-residential training needs downward revision.	Training is provided to all teachers as per the target approved by the PAB.	In view of reply and EC's approval, this para may be settled
24	7.29	Innovation Education of Girls (Villupuram district) Voucher not available for	The vouchers for all the payments are invariably available and preserved for verification. Instructions have also been issued already to all the District Programme coordinators to produce all documents for any audit.	It was pointed by IPAI that the expenditure of Rs 10.28 lakhs was neither

		Rs. 4.72 lakhs		supported by vouchers nor charged off from cash book. The factual position may be intimated to MHRD
25	7.30 & 7.31	<p>Innovation – Computer Literacy Programme (Villupuram District)</p> <p>Some effective way of long-term continuing computer education through school teachers is called for. Perhaps arrangement with private institutions providing their computers in hire plus maintenance basis in the school under a suitable contract on a long term can be a better idea.</p>	<p>In the Executive Committee meeting held on 23.11.04 is following issues were considered. The focus for the year 2004-05 is on Computer Aided Learning (CAL) rather than on computer literacy, which was attempted in the previous two years. Under the new proposal BRCs/Middle schools/CRCs are to function as learning centers which will be initially equipped each with 3-5 systems to provide training to teachers and CAL to the children at the Upper Primary Level. Azim Premji Foundation, Bangalore and INTEL have offered to train the teachers free of cost in a phased manner. Azim Premji was ready to supply educational CDs for using in CAL for 6-8 standards children. After approval, by the Executive Committee procurement of computers was resorted to.</p> <p>Computers purchased are not for office use in the BRCs; but for imparting training to the teaches and for use as a Computer Aided Learning Centers for the srrounding schools. In the AWP&B, under Innovative Activities Computer Education, Rs. 15.00 lakhs per district per year alone is provided. With this only 50 computers could provided. In each district and introducing computer aided learning to cover all the 6-8 standard children would become a long process. Computer Aided Learning is possible only when infrastructure is available. Towards this end, the computer infrastructure has been put in place by providing four computers for each BRC. Therefore maximum number of computers are provided at BRCs and CRCs to function as CAL center within the available resources.</p>	In view of reply and EC's approval, this para may be settled
26	Para 7.32 & 7.33	<p>Education of IED – Need to streamline the implementation and to curtail high expenditure on salary of teachers.</p>	<p>Special Teachers are provided at a rate of two per block and the unit cost approved per teacher is Rs. 4500.00 p.m. In Villupuram district there are 22 blocks. The expenditure of Rs. 10.82lakhs pointed out represents payment to 20 special Teacher. The supply of appliances is based on need for Children with Special Needs. As suggested considering the need for each CWSN. Surgery was also introduced. The services of two special teachers in a block is essentially required and therefore further decrease of salary expenses is considered not feasible.</p>	Reasons for non supply of appliances to 29 disabled children may be intimated to MHRD(Para7.32)
27	7.36 & 7.37	<p>Reporting of excess expenditure and booking of contingency expenditure, TA/DA under REM component in Villupuram district and ministry may consider reviewing the norm of allotment under REM.</p>	<p>The audited actual expenditure is Rs. 683966. The vouchers for all the expenditure are invariably preserved for review. The misclassification of expenditure in 2003-04 was due to, lack of experience on the part of the staff on deputation from Education Department in handling the accounts of schemes and this situation has been changed by imparting training in the ensuing years and by appointing commercially qualified staff in 2005-06.</p>	In view of reply and EC's approval, this para may be settled

28	7.38 & 7.39	Maintenance of repair works – No information on community contribution and VEC.	Instructions have been issued to ascertain the community's contribution before the release of maintenance and repair grants to the VECs.	In view of reply and EC's approval, this para may be settled
29	7.40 & 7.41	Role of DTERT & DIET – Early action is called for to utilise the potential and expertise of DIET for the success of the scheme.	Provision of Rs. 50.000 lakhs for construction of building for SIEMAT has been made in the AWP&B for 2005-06 and 250.000 lakhs in the AWP&B for 2006-07. The DTERT and DIET is involved in module preparation and imparting training for implementation of SSA programme particularly to improve the quality aspect.	In view of reply and EC's approval, this para may be settled
30	8.1 & 8.2	Outline and fund releases to NPEGEL programme.	No remarks	In view of EC's approval, this para may be settled
31	8.4	Opening a separate account for NPEGEL.	Separate Bank account is opened and separate Cash Book is maintained for NPEGEL.	In view of reply and EC's approval, this para may be settled
32	8.5	Retaining the Release of State Government share of Rs. 19.33 lakhs	The funds received are released to districts in time as envisaged in the Manual on FM&P.	In view of reply and EC's approval, this para may be settled
33.	8.6 & 8.7	Selection of blocks and preparation of plan are with reference to 2001 census and not on 1991 census	Revised plan has been prepared based on 2001 census and got approved by the PAB in December 2004.	In view of reply and EC's approval, this para may be settled
34	8.8	Completed civil works in Villupuram district was shown as as spillover and streamlining the accounts system for correct exhibition of expenditure.	The completed work reported as spill over has been corrected and accounting system has been streamlined to avoid such recurrence.	In view of reply and EC's approval, this para may be settled
35	8.9	The benefit given to girls children may be extended to boys also.	NPEGEL is meant for girl's education and the question of inclusion of boys does not arise. Since, this will be against the guidelines.	In view of EC's approval, this para may be settled
36	9.3 & 9.4	Variations between approved works and actual executed due to periodical variations of work	The executive Committee has already approved the deviations between the sanction and execution of Civil Works in the meeting held on 28.11.05 A copy of the agenda and minutes of Executive Committee meeting are furnished in Annexure VIII.	In view of reply and EC's approval, this para may be settled

		approved the Team could not match the approved cost, expenditure and spill over in 2002-03 and 2003-04.		
37	9.7	Completed Civil Works and NPEGEL was taken as spillover.	The discrepancy crept in is rectified.	In view of reply and EC's approval, this para may be settled
38	10.1 & 10.2	Sanction of funds for PPA and balance available in SPO.	No remarks.	
39	10.3	Various deviations while handling the grants given by GOI for PPA.	The receipt of funds in 20014-02 and 2002-03 expenditure incurred there from are incorporated in the consolidated receipts and payments account and balance sheet and the balance available is distinctly shown in the Balance Sheet. The funds available will be refunded to GOI, MHRD soon.	The position of refund of unutilised funds may be intimated This para may be settled only after refund of unutilised funds by TN
40	11.1 Accounts	Accounting wing have not enough qualified staff at SPO and DPO. There is none at staff level in the SPO/DPO with sufficient accounting background. None of the staff was imparted any orientation trainign on accounting during the last two years.	All the sanctioned posts of finance and accounts staff are positioned. Now in the State Project Directorate a cost Accountant with ICWA qualification is handling the accounts wing and in the District Project Offices personnel with commerce qualification and experience in Tally Software have been appointed and they have been Imparted training involving the Chartered Accountants undertaking audit, Internal Auditors (a department of Government of Tamilnadu, Technical experts installed the Tally Software and periodical further training is also given.	In view of reply and EC's approval, this para may be settled
41	11.2	Maintaining the csh book in single entry system, non maintenance book regards and register and on preparation of monthly reconciliation statement.	Now accounts are maintained in Tally 7.2 version and the records and registers as required in the Manual on FM&P are also maintained. Monthly Bank Reconciliation is carried out every month at all levels. Maintenance of Cash Book in single entry system is only a parallel record which shall be useful in case of emergencies.	In view of reply and EC's approval, this para may be settled
42	11.3	Releases in districts are not shown as advances and not	The procedure prescribed in the Manual of FM&P is followed. From the year 2005-06 accounts are prepared as per the procedure prescribed in the Manual.	In view of reply and EC's approval, this para may be

		obtained utilization certificate for its adjustment..		settled
43	11.4	The entire accounting system from voucher level to finalization of accounts needs to be streamlined and revamped to ensure that proper accounting systems are introduced. It is also recommended that the accounting system may be computerized.	Now the accounts have been computerized and finalization of accounts streamlined by appointing computer trained commerce graduates in all the districts. Accounts are being prepared in "Tally 7.2 version". Computerized.	In view of reply and EC's approval, this para may be settled
44	11.5	Constitution of a competent internal Audit team to guide various levels and to conduct regularity check of account.	The Internal Audit is conducted by the Chief Internal Auditor and Chief Auditor of Statutory Boards (a department of Government of Tamilnadu) and all the accounts of the District and Sub districts are covered.	In view of reply and EC's approval, this para may be settled
45	11.9	General observation on the accounts.	No Remarks.	
46	11.9 a	Discrepancies in the opening balance in Balance Sheet.	The accounts for the year ended 31.03.2001 and 31.03.2002 were already audited by M/s Remadass and Associates. The balance sheet as on 31.3.2002 showed Rs. 3.18 crore under grant in aid for pre-project.	In view of reply and EC's approval, this para may be settled
47	11.9 b	Difference in Balance Sheet and Income and Expenditure Account.	As per Income and Expenditure Account as on 31.3.2002 b/f = Rs. 6064670.00 Income and Expenditure for the year 2002-03 = Rs. 685711634.91. Balance c/f to Balance Sheet Rs. 691776304.91.	In view of reply and EC's approval, this para may be settled
48	11.9 c	Other receipts of Rs. 62.84 lakhs shown in Receipts and Payment account does not figure in income and expenditure statement.	Rs. 62.84 lakhs shown under Receipts and Payments account as other receipts was in the nature of income. Hence did not figure in the Income and Expenditure Account. This was in the nature of a liability and hence grouped under current liability and hence grouped under current liabilities in the balance sheet.	In view of reply and EC's approval, this para may be settled
49	11.9 d	No supporting schedules in respect of assets and liability.	The schedules for Balance Sheet, Income and Expenditure account and Receipts and Payment accounts have already been endorsed by the Auditors on district wise basis.	In view of reply and EC's approval, this para may be settled

50	11.9 e	Variations between expenditure Statement and Annual Accounts.	Expenditure Statements were based on reported expenditure received from the districts. Annual account is based on the audited actual.	In view of reply and EC's approval, this para may be settled
51	11.9 f	Belated preparation of Annual Account and submission to EC.	The appointment of auditors for 2002-03 was done by the Directorate in the month of January 2004 with reference to the TOR in the Manual on Financial Management and Procurement. Hence there was delay. This was avoided for 2003-04.	In view of reply and EC's approval, this para may be settled
52	11.9 g	The utilization certificate given by the auditors was different from the format prescribed.	Utilization certificate was as per format and accepted by the MHRD, GOI.	In view of reply and EC's approval, this para may be settled
53	11.10	The Manual on Financial Management does not prescribe the format for preparing the Annual Accounts. There is also no clarity on account keeping by Schools, Blocks, Districts and by the Society. A uniform format for their guidance will be helpful for the accounts stream/staff. Ministry may like to initiate suitable steps on priority basis.	Any guidance issued by MHRD will be adopted.	In view of reply and EC's approval, this para may be settled
54	12.1 (Field Visits)	General narration of the field visit of the team in Villupuram district.	No Remarks.	
55	12.11 & 12.12	In our opinion, there is an urgent need to open a BRC with more number of teacher educators in Kalrayan hills and implement SSA activities to the benefit and upliftment of the tribal children with special focus	This will be considered while preparing the Annual Plan for 2005-06.	Action initiated for opening of BRC in Kalrayan hills for implementation of SSA activities and upliftment of tribal children may please be intimated.

		on them. The RC staff and the teachers need to be provided with residential accommodation.		
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